

Item: _____

Fiscal Impact: \$454,977.32

Funding Source: Lease Proceeds

Account #: _____

Budget Opening Required: ☒

ISSUE:

A resolution of the governing body of West Valley City, Utah, authorizing the execution and delivery of a Master Tax-Exempt Lease/Purchase Agreement Schedule 2, with US BANCORP Government Leasing and Finance, Inc. and related documents with respect to a lease for the purchase of replacement Police and Fire radio equipment authorizing the executing and delivery of documents required in connection therewith; and authorizing the taking of all other actions necessary to the consummation of the transactions contemplated by this resolution.

SYNOPSIS:

Lease Agreement for the purchase of replacement Police and Fire radio equipment with US BANCORP Government Leasing and Finance.

BACKGROUND:

The City has a need to replace a significant amount of Police and Fire radio communications equipment. Hand held portable radios and mobile radios will be purchased from Motorola Solutions Inc. Vendor and equipment are on the Utah State Purchasing Contract #AR-1884. Favorable terms have been negotiated with US BANCORP Government Leasing and Finance, Inc. to initiate a lease purchase transaction. Terms of the lease will expire in advance of the 15 year useful life of the assets acquired. The City has obtained a rate of 2.05% for 7 years.

Payments for this equipment will be 28 quarterly payments in advance at \$16,249.19 starting July 29, 2015, totaling \$454,977.32. Principal will be \$425,000.00 and interest costs will be \$29,977.32.

RECOMMENDATION:

Approval of this engagement agreement

SUBMITTED BY:

Jim Welch, Finance Director